

Ref: MPL / Sect1 / BSE & NSE / E-2 & E-3 / 2023
25th May 2023

The Manager,
Listing Department,
BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Building, P J Tower,
Dalal Street, Fort,
Mumbai - 400 001
Stock Code: 500268

The Listing Department
National Stock Exchange of India
Limited
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex,
Bandra (East)
Mumbai - 400 051
Stock Code: MANALIPETC

Dear Sir,

Sub: Outcome of Board Meeting held on 25th May 2023.

The Board at its meeting held today approved the following:

1. Audited Financial Results

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Standalone and Consolidated Audited Financial Results of the Company for the Quarter and Year ended 31st March 2023. The Reports of the Auditors and the declaration regarding unmodified opinion are also enclosed.

The above are also available on the Company's website www.manalipetro.com

2. Recommendation of Dividend

Board has recommended a dividend of Rs. 0.75 per equity share of Rs. 5/- each, fully paid-up, [15%], subject to the approval of the Members at the ensuing Annual General Meeting [AGM].

The date of payment of the dividend will be informed in due course, upon finalization of the date of the AGM.

3. Appointment of Director:

Ms. Devaki Ashwin Muthiah (DIN:10073541) has been appointed as an Additional Director in the category of Non-Executive of the Company with immediate effect i.e., 25th May 2023. Approval of the members will be obtained in compliance with Regulation 17(1)(c) of the SEBI Listing Regulations, 2015.

In accordance with the requirements specified by the stock exchanges, this is to confirm that Ms. Devaki is not debarred from holding the office of directors by virtue of any SEBI order or any other such authority.

The disclosures required to be given pursuant to SEBI circular CIR/CFD/CMD/4/2015 dated 9th September 2015 are mentioned in Annexure A.

Factories :

Plant - 1 : Ponneri High Road, Manali, Chennai - 600 068

Plant - 2 : Sathangadu Village, Manali, Chennai - 600 068

Phone : 044 - 2594 1025 Fax : 044 - 2594 1199

E-mail: cs@manalipetro.com

4. Proposal for Postal Ballot:

To seek the approval of the Members of the Company through postal ballot process for the following:

- a. Appointment of Ms. Devaki Ashwin Muthiah as a Director under Section 160 of the Companies Act, 2013, to comply with the stipulations under Regulation 17(1C) of the SEBI Listing Regulations, 2015.
- b. Payment of remuneration to Non-Executive Directors for the Financial Year 2022-23.

The meeting of Board of Directors commenced at 3.00 P.M. and concluded at 5.40 P.M.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully,

For Manali Petrochemicals Limited



R Swaminathan
Company Secretary



Encl.: As above

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Disclosures required to be given pursuant to SEBI circular CIR/CFD/CMD/4/2015 dated 9th September 2015.

Reason for change viz. appointment, resignation, removal	Appointment of Ms. Devaki Ashwin Muthiah
Date of appointment	25 th May 2023
Term of appointment	Liable to retire by rotation, subject to approval by the shareholders.
Brief profile	<p><i>Devaki is the first of the fourth generation of the founder's family. She holds a Masters of Arts in Business Management from the University of Edinburgh. Till recently, served as a Senior Analyst at an Independent Investment Management Firm in London providing investment advisory services. Currently serving on the Board of AM International, Penn Globe Limited and Notedome Limited.</i></p> <p><i>As part of joining the group, aims to drive strategic growth plans across Singapore, India and the UK to accelerate its future-readiness. Will work alongside the professional leadership team to grow the global footprint of various group businesses. She is committed towards the organisation's goal of attracting, developing, engaging and retaining the best talent. She also hopes to guide operative companies to become world-class entities imbining the values of resilience and prudence.</i></p>
Disclosure of relationships between director	Relative of Mr. Ashwin C Muthiah, Chairman & Promoter of the Company.


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Independent Auditor's Report

**To the Board of Directors of
The Manali Petrochemicals Limited
Chennai.**

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of Manali Petrochemicals Limited ("the company") for the quarter and year ended 31.03.2023, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone annual financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31st March 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results



Emphasis of Matter

Without qualifying the audit opinion, attention is invited to

Note No.4 to the standalone annual financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the Company with Govt. of Tamil Nadu (the Lessor), and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the financial results for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further the management is confident of obtaining the renewal of lease of land in the due course.

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Board of Directors is responsible for the preparation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The standalone annual financial Results include the results for the quarter ended 31st March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the financial year which were subject to limited review by us.

**For Brahmayya & Co.,
Chartered Accountants**

Firm Registration No. 000511S



N Sri Krishna

Partner

Membership No. 026575

UDIN: 23026575B6R1D41235

Place : Chennai

Date : May 25, 2023

MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032

Telefax: 044-2235 1098 E-mail: companysecretary@manalipetro.com Website: www.manalipetro.com

Corporate Identity Number : L24294TN1986PLC013087

Statement of Standalone Financial Results for the Quarter and Year ended 31.03.2023						[Rs. in Lakh]
S. No	Particulars	Three Months ended			Year Ended	
		Audited #	Unaudited	Audited #	Audited	
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
1	Revenue from Operations	26,639	20,530	36,089	1,03,327	1,44,367
2	Other Income	455	627	543	2,291	1,693
3	Total Income (1+2)	27,094	21,157	36,632	1,05,618	1,46,060
4	Expenses					
	Cost of materials consumed	18,166	15,573	18,801	76,379	73,316
	Changes in inventories of finished goods and work-in- progress	2,729	(308)	1,696	(1,935)	(186)
	Utility Expenses	2,506	2,656	2,432	11,316	9,724
	Employee benefits expense	1,054	868	1,076	3,562	3,250
	Finance costs	184	314	352	845	906
	Depreciation and amortization expense	569	551	507	2,179	1,883
	Other expenses	1,661	1,636	1,873	6,553	6,039
	Total Expenses	26,869	21,290	26,738	98,899	94,932
5	Profit / (Loss) Before Exceptional items and Taxes (3-4)	225	(133)	9,894	6,720	51,129
6	Exceptional Items (Refer Note No 5)	-	-	(286)	-	(669)
7	Profit / (Loss) Before Tax (5+6)	225	(133)	9,608	6,720	50,460
8	Tax Expense					
	Current tax	141	19	2,581	1,904	13,048
	Short/(Excess) provision for tax relating to prior years	-	(170)	(10)	(170)	(10)
	Deferred tax	(49)	(45)	(157)	(96)	(248)
	Net tax expense	93	(196)	2,414	1,639	12,791
9	Profit / (Loss) for the period (7-8)	133	63	7,194	5,081	37,669
10	Other Comprehensive Income					
	Items that will not be classified to profit or (loss)					
	Changes in Fair Value of Equity Investments	1	(0)	0	1	1
	Remeasurement Cost of defined benefits	193	6	(236)	181	(228)
	Income Tax relating to items that will not be re-classified to Profit or Loss	(49)	(1)	61	(46)	58
11	Total Comprehensive Income for the period (9+10)	277	68	7,019	5,217	37,500
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603	8,603	8,603	8,603	8,603
13	Other Equity excluding Revaluation Reserves as at 31st March				90,867	89,951
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted) (Not annualised)	0.08	0.04	4.18	2.95	21.90

Refer note no.: 7



Notes:

1 Statement of Standalone Assets and Liabilities as at March 31, 2023

{Rs. In Lakh}

Particulars	As at March 31, 2023	As at March 31, 2022
	Audited	
A. ASSETS		
I Non Current Assets		
a) Property, Plant and Equipment	20,009	18,397
b) Capital work-in-progress	2,261	1,350
c) Right of Use Assets	4,725	5,163
d) Investment Property	-	5
e) Financial Assets:		
i) Investments	39,853	11,045
ii) Other Financial Assets	18	18
f) Other Non-Current Assets	2,518	2,421
TOTAL NON-CURRENT ASSETS	69,384	38,399
II Current Assets		
a) Inventories	7,782	6,912
b) Financial Assets:		
i) Trade Receivables	10,743	13,357
ii) Cash and Cash Equivalents	27,063	59,877
iii) Bank balances other than ii) above	567	525
iv) Loans	33	35
v) Other Financial Assets	215	175
c) Other Current Assets	1,431	861
d) Investments held for sale	46	-
TOTAL CURRENT ASSETS	47,880	81,742
TOTAL ASSETS	1,17,264	1,20,141
B. EQUITY AND LIABILITIES		
I Equity		
a) Equity Share Capital	8,603	8,603
b) Other Equity	90,867	89,951
TOTAL-EQUITY	99,470	98,554
II Liabilities		
II. A Non-Current Liabilities		
a) Financial Liabilities		
i) Other Long-Term Liabilities	6,441	6,483
b) Provisions	510	459
c) Deferred Tax Liabilities (net)	47	142
d) Other Non-Current Liabilities	321	353
TOTAL NON-CURRENT LIABILITIES	7,319	7,437
II. B Current Liabilities		
a) Financial Liabilities		
i) Borrowings	660	1,646
ii) Trade Payables		
1 Total outstanding dues to Micro Enterprises and Small Enterprises	235	201
2 Total outstanding dues to creditors other than Micro Enterprises and Small Enterprises	4,136	5,354
iii) Other Financial Liabilities	448	405
b) Other Current Liabilities	2,973	3,964
c) Provisions	2,023	2,023
d) Current Tax Liabilities (Net)	-	557
TOTAL CURRENT LIABILITIES	10,475	14,150
TOTAL LIABILITIES	17,794	21,587
TOTAL EQUITY AND LIABILITIES	1,17,264	1,20,141



2 Statement of Standalone Cash Flow as at March 31, 2023

{Rs. In Lakh}

Particulars	For the year ended March 31, 2023	For the period ended March 31, 2022
	Audited	
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	6,719	50,460
Adjustments for		
Depreciation	2,179	1,445
Provisions no longer required written back	(388)	(30)
Finance costs	845	906
Remeasurement Cost of net defined benefits	181	(228)
Interest income	(2,138)	(1,478)
Provision for doubtful debts	-	30
Net unrealised exchange (gain) / loss	2	(24)
Loss on sale / write-off of assets	-	86
Operating Profit	7,400	51,166
Changes in Working Capital		
Adjustments for (increase) / decrease in operating assets		
Inventories	(870)	(889)
Trade Receivables	2,614	1,531
Other Financial Assets	(38)	(78)
Other Current Assets	(570)	687
Other Non-Current Assets	(219)	(282)
Adjustments for increase / (decrease) in operating liabilities		
Trade payables	(1,185)	(1,167)
Other financial liabilities	43	17
Other Current liabilities	(999)	(195)
Short-term provisions	(1)	309
Other Non Financial Liabilities	(74)	(32)
Long-term provisions	51	205
Net income tax paid	(1,730)	(12,789)
Net cash from / (used in) Operating activities [A]	4,421	38,483
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets, including capital advances	(4,346)	(2,715)
Investments in Equity shares	(28,853)	5
Interest income	2,138	1,478
Bank balances not considered as cash and cash equivalents	(42)	16
Net cash from / (used in) Investing activities [B]	(31,103)	(1,216)
C. CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment) / Proceeds from Short-term borrowings	(986)	336
Interest paid	(845)	(448)
Dividend paid	(4,301)	(2,580)
Net cash from / (used in) Financing Activities [C]	(6,132)	(2,692)
Net (decrease) / increase in cash and cash equivalents = (A+B+C)	(32,814)	34,575
Cash and cash equivalents at the beginning of the period	59,877	25,301
Cash and cash equivalents at the end of the period	27,063	59,877

Components of Cash & Cash Equivalents:

Cash on hand	1	1
Balance(s) In current accounts (including debit balance(s) in cash credit)	-	576
Balances in Fixed deposit original maturity period less than 3 months	26,901	59,300
Balance(s) In EEFC accounts	67	-
Balance(s) In CSR accounts	94	-
Total Cash and Cash Equivalents	27,063	59,877



Notes to Standalone Financial Results:

3 **Review and approval of the financial results:**

The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on May 25, 2023 and have been audited by the Statutory Auditors of the Company.

4 **Leasehold Land:**

The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Company with Government of Tamilnadu, which is under process. Pending renewal, lease rent has been paid till 30th June 2023 and has been accepted by the Government. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are deemed necessary in the financial results.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

5 **Exceptional Items:**

For the Year ended 31.03.2022:

The exceptional items of Rs. 668.50 lakh during the year 2021-22 related to the following:

(i) Arrears of lease rent from 01.07.1987 to 30.06.2020, net of Provisions made Rs. 382.37 Lakhs

(ii) Interim environmental compensation pursuant to an order of the Southern Zonal Bench of the National Green Tribunal Rs. 200 Lakhs

(iii) Assets found to be no longer useful written off during the quarter under review 31st March 2022 Rs. 86.13 Lakhs

6 **Segment reporting:**

Manufacture of petrochemicals is the only operating segment as defined in Ind AS 108: Operating Segments

7 The figures for quarters ended 31st March are the balancing figures between audited annual figures of the full financial year and the published year-to-date figures up to the third quarter of the respective financial years.

8 **Dividend:**

The Board of Directors has recommended a final dividend of Re. 0.75 (15%) per share on 17,19,99,229 equity shares of Rs. 5/- each for the financial year 2022-23, subject to approval of Members at the Annual General Meeting.

9 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai

Date: May 25, 2023



For Manali Petrochemicals Limited



R. Chandrasekar
R Chandrasekar
Whole-Time Director and
Chief Financial Officer
DIN 06374821

Independent Auditor's Report

**To the Board of Directors of
The Manali Petrochemicals Limited
Chennai.**

Report on the Audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of Manali Petrochemicals Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the quarter and year ended 31st March 2023, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries, the aforesaid consolidated annual financial results:

- i. include the annual financial results of the following entities

Name of the Entity	% of Holding	Relationship
AMCHEM Speciality Chemicals Private Limited, Singapore	100%	Wholly Owned Subsidiary
AMCHEM Speciality Chemicals UK Limited, UK*	100%	Step Down Subsidiary
Notedome Limited, UK	100%	Step Down Subsidiary
Penn Globe Limited ,UK (w.e.f 30.11.2022)	100%	Step Down Subsidiary
Penn-White Limited ,UK (w.e.f 30.11.2022)	100%	Step Down Subsidiary
Pennwhite Print Solutions Limited, UK (w.e.f 30.11.2022)	100%	Step Down Subsidiary

*Under strike off through voluntary liquidation.

- ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the quarter and year ended 31st March 2023.



Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (“Act”). Our responsibilities under those Standards are further described in the *Auditor’s Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in “Other Matter” paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

Emphasis of Matter

Without qualifying the audit opinion, attention is invited to

Note No.5 to the consolidated annual financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Holding Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the Holding Company with Govt. of Tamil Nadu (the Lessor), and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the Group’s financial results for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further the management is confident of obtaining the renewal of lease of land in the due course.

Management’s and Board of Directors’ Responsibilities for the Consolidated Financial Results

These Consolidated annual financial results have been prepared on the basis of the consolidated annual audited financial statements. The Holding Company’s Board of Directors is responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial



results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group is responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to



continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of Holding Company of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matter

- 1) The consolidated Financial Results include the audited Financial Results of Six subsidiaries located outside India, whose Financial Statements reflect Group's share of total assets of Rs.67758 Lakhs as at 31st March 2023, Group's share of total revenue of and Rs.18,123 Lakhs, Group's share of total net profit after tax of Rs. 1,681 Lakhs and Group's share of net cash flows of Rs.9,303 Lakhs for the year ended 31st March 2023, as considered in the consolidated financial results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of these entities have been furnished to us by the management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on



the report of such auditors and the procedures performed by us are as stated in paragraph above.

The financial statements and other financial information of these six foreign subsidiaries have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company are audited by us.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

- 2) The Consolidated Financial Results include the results for the quarter ended 31st March 2023 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Brahmayya & Co.,
Chartered Accountants
Firm Registration No. 000511S



N Sri Krishna

Partner

Membership No. 026575

UDIN : 23026575B6R1D67011

Place : Chennai

Date : May 25, 2023

MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032
 Telefax: 044-2235 1098 E-mail: Parent Companysecretary@manalipetro.com Website: www.manalipetro.com
 Corporate Identity Number : L24294TN1986PLC013087

Statement of Consolidated Financial Results for the Quarter and Year ended 31.03.2023							[Rs. in Lakh]
S. No	Particulars	Three Months ended			Year ended		
		Audited #	Unaudited	Audited #	Audited		
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22	
1	Revenue from Operations	33,352	23,770	41,385	1,18,130	1,67,194	
2	Other Income	525	650	708	2,385	1,788	
3	Total Income (1+2)	33,877	24,420	42,093	1,20,515	1,68,982	
4	Expenses						
	Cost of materials consumed	23,687	17,490	21,402	87,072	90,295	
	Changes in inventories of finished goods and work-in- progress	1,392	(328)	3,033	(3,155)	964	
	Utility Expenses	2,568	2,722	2,501	11,528	9,945	
	Employee benefits expense	1,893	1,481	1,831	6,022	6,184	
	Finance costs	240	326	357	922	931	
	Depreciation and amortization expense	651	575	535	2,317	2,007	
	Other expenses	3,205	1,987	2,315	8,812	6,929	
	Total Expenses	33,635	24,253	31,973	1,13,518	1,17,255	
5	Profit/(Loss) Before Exceptional items and Tax (3-4)	242	167	10,120	6,997	51,727	
6	Exceptional Items (Refer Note No 7)	-	-	(286)	-	(669)	
7	Profit/(Loss) Before Tax (5+6)	242	167	9,834	6,997	51,058	
8	Tax Expense						
	Current tax	339	67	2,605	2,200	13,203	
	Excess provision for tax relating to prior years written back	(9)	(170)	(5)	(180)	(5)	
	Deferred tax	(43)	(45)	(159)	(90)	(250)	
	Net tax expense	287	(148)	2,441	1,930	12,948	
9	Profit/(Loss) for the period (7-8)	(45)	315	7,393	5,067	38,110	
10	Other Comprehensive Income						
	Items that will not be re-classified to profit or (loss)						
	Changes in Fair Value of Equity Investments	0	(0)	0	1	0	
	Remeasurement Cost of defined benefits	193	6	(237)	181	(228)	
	Income Tax relating to items that will not be re-classified to Profit or Loss	(49)	(1)	61	(46)	57	
	Items that will be re-classified to profit or (loss)						
	Changes in Foreign Currency Translation	173	1,442	(207)	492	(311)	
11	Total Comprehensive Income for the period (9+10)	272	1,762	7,009	5,694	37,628	
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603	8,603	8,603	8,603	8,603	
13	Other Equity excluding Revaluation Reserves as at 31st March				95,835	94,441	
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted, Not annualised)	(0.03)	0.18	4.30	2.95	22.16	

Refer note no.: 9



Notes:

I Statement of Consolidated Assets and Liabilities for the Period ended March 31, 2023

[Rs. In Lakh]

Particulars	As at	As at
	March 31, 2023	March 31, 2022
	Audited	Audited
A. ASSETS		
I Non Current Assets		
a) Property, Plant and Equipment	21,458	19,774
b) Goodwill on Consolidation	28,141	9,407
c) Capital work-in-progress	2,261	1,350
d) Right of Use Assets	5,581	5,163
e) Investment Property	-	5
f) Financial Assets:		
i) Investments	1	12
ii) Other Financial Assets	18	18
g) Other non-current assets	2,518	2,472
TOTAL NON-CURRENT ASSETS	59,978	38,202
II Current Assets		
a) Inventories	10,878	8,774
b) Financial Assets:		
i) Trade Receivables	15,932	15,823
ii) Cash and Cash equivalents	37,901	61,224
iii) Bank balances other than ii) above	567	525
iv) Loans	39	41
v) Other Financial Assets	242	175
c) Other Current assets	1,835	4,250
d) Investments held for sale	46	-
TOTAL CURRENT ASSETS	67,440	90,811
TOTAL ASSETS	1,27,418	1,29,013
B. EQUITY AND LIABILITIES		
I Equity		
a) Equity share capital	8,603	8,603
b) Other Equity	95,835	94,441
TOTAL-EQUITY	1,04,438	1,03,044
II Liabilities		
II. A Non-Current Liabilities		
a) Financial Liabilities		
i) Other Long-Term Liabilities	7,305	6,483
b) Provisions	509	459
c) Deferred Tax Liabilities (net)	112	201
d) Other non-current Liabilities	321	353
TOTAL NON-CURRENT LIABILITIES	8,247	7,496
II. B Current Liabilities		
a) Financial Liabilities		
i) Borrowings	660	1,867
ii) Trade Payables		
1 Total outstanding dues of Micro Enterprises and Small Enterprises	235	201
2 Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	6,294	9,314
iii) Other financial liabilities	448	405
b) Other current liabilities	4,990	4,056
c) Provisions	2,059	2,023
d) Current Tax Liabilities (Net)	47	607
TOTAL CURRENT LIABILITIES	14,733	18,472
TOTAL LIABILITIES	22,980	25,969
TOTAL EQUITY AND LIABILITIES	1,27,418	1,29,013



2 Consolidated Statement of Cash Flow for the Period ended March 31, 2023

[Rs. In Lakh]

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
	Audited	Audited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax	6,997	51,058
Adjustments for		
Depreciation	2,317	1,568
Provisions no longer required written back	(388)	(47)
Finance costs	922	931
Remeasurement Cost of net defined employee benefits	181	(228)
Interest income	(2,138)	(1,472)
Provision for doubtful debts	27	30
Net unrealised exchange (gain) / loss	58	37
Loss on sale / write-off of assets	1	83
Operating Profit	7,977	51,961
Changes in Working Capital		
Adjustments for (increase) / decrease in operating assets		
Inventories	359	(1,739)
Trade Receivables	2,612	1,372
Other Financial Assets	(66)	(1)
Other Current Assets	5,365	(2,327)
Other Non-Current Assets	(134)	(571)
Adjustments for increase / (decrease) in operating liabilities		
Trade payables	(5,761)	1,334
Other financial liabilities	43	17
Other Current liabilities	1,325	(419)
Short-term provisions	36	295
Other Non Financial Liabilities	(74)	(32)
Long-term provisions	50	205
Net income tax paid	(2,546)	(12,789)
Net cash from / (used in) Operating activities [A]	9,186	37,306
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets, including capital advances	(4,453)	(2,722)
Investments in Equity shares	(35)	5
Interest income	2,138	1,389
Cash paid to acquire subsidiary	(24,179)	-
Bank balances not considered as cash and cash equivalents	(42)	16
Net cash from / (used in) Investing activities [B]	(26,571)	(1,312)
C. CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment) / Proceeds from Short-term borrowings	(1,207)	439
Interest paid	(922)	(473)
Dividend paid	(4,301)	(2,580)
Net cash from / (used in) Financing Activities [C]	(6,430)	(2,615)
Net (decrease) / increase in cash and cash equivalents = (A+B+C)	(23,814)	33,380
Cash and cash equivalents at the beginning of the period	61,224	28,156
Effect of Changes in Foreign Currency Translation (FCTR)	492	(311)
Cash and cash equivalents at the end of the period	37,901	61,224

Components of Cash & Cash Equivalents:

Cash on hand	1	1
Balance(s) In current accounts (including debit balance(s) in cash credit)	2,526	1,923
Balance(s) In EEFC accounts	67	-
Balance(s) In CSR accounts	94	-
Balances in Fixed deposit original maturity period less than 3 months	35,213	59,300
Total Cash and Cash Equivalents	37,901	61,224



Notes to Consolidated Financial Results:

3 These consolidated financial results relate to Manali Petrochemicals Limited (the ' Holding Company') and its subsidiaries / step-down subsidiaries, AMCHEM Speciality Chemicals Private Limited, Singapore, AMCHEM Speciality Chemicals UK Limited, UK, Notedome Limited, UK, Penn Globe Limited, UK, Penn White Limited, UK and Pennwhite Print Solutions Limited, UK.

4 **Review and Approval of the financial results:**

The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 25, 2023 and have been audited by the Statutory Auditors of the Company.

5 **Leasehold Land:**

The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Holding Company with Government of Tamilnadu, which is under process. Pending renewal, Lease rent has been paid till 30th June 2023, and has been accepted by the Government. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are deemed necessary in the financial results.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

6 **Update on Subsidiaries:**

a) Penn Globe Limited, UK:

(i) During the year, Manali Petrochemicals Limited, the Holding company, made further investment of USD 35 million (Rs. 288.19 Crores) in its Wholly owned Subsidiary, AMCHEM Speciality Chemicals Private Limited, Singapore (AMCHEM SG). Pursuant to which, AMCHEM SG acquired Penn Globe Limited, UK along with its two wholly owned subsidiary companies viz., Penn White Limited, UK and Pennwhite Print Solutions Limited, UK for a consideration of GBP 24.98 million (The consideration includes GBP 20.56 million net cash consideration, performance payment of GBP 1.5 million and adjustment of Loans of GBP 2.92 million, subject to terms and conditions as per Share Purchase Agreement executed with Sellers by AMCHEM, SG on 30th November 2022). Thus, Penn Globe Limited, UK along with its two wholly owned subsidiary companies have become wholly owned step-down subsidiaries of Manali Petrochemicals Limited w.e.f 30th November 2022. Consequently, the consolidated financial results for the year ended includes four months financial results of these entities.

(ii) The acquisition made during the current year in Penn Globe Limited, UK has resulted in a Goodwill of INR 185.62 crores.

(iii) As part of Group's restructuring plan, the trade, assets and liabilities of Pennwhite Print Solutions Limited (PPSL) as at 31.03.2023 were transferred to Penn-White Limited (PWL) and the directors of Pennwhite Print Solutions intend to liquidate the company during the financial year 2023-24. At the year-end there are no assets or liabilities. In light of the directors' intentions, the Separate financial statements of PPSL have been prepared on the "basis other than going concern". This business restructuring plan does not have any impact on the group financial position.

b) AMCHEM Speciality Chemicals UK Limited (AMCHEM UK):

During the year, as part of a Group restructuring plan, AMCHEM UK, have filed an application for strike off with statutory authorities in UK and is awaiting approval. In this connection, the net assets of AMCHEM UK have been transferred to AMCHEM SG. Pursuant to this, the entire shares of Notedome Limited, UK have been transferred to AMCHEM SG and accordingly Notedome Limited, UK became direct subsidiary of AMCHEM SG.



Notes to Consolidated Financial Results:

7 **Exceptional Items:**

For the Year ended 31.03.2022:

The exceptional items of Rs. 668.50 lakh during the year 2021-22 related to the following:

- (i) Arrears of lease rent from 01.07.1987 to 30.06.2020, net of Provisions made Rs. 382.37 Lakh
- (ii) Interim environmental compensation pursuant to an order of the Southern Zonal Bench of the National Green Tribunal Rs. 200 Lakh
- (iii) Assets found to be no longer useful written off during the quarter under review 31st March 2022 Rs. 86.13 Lakh

8 **Segment reporting:**

Manufacture of petrochemicals is the only operating segment as defined in Ind AS 108: Operating Segments

9 The figures for quarters ended 31st March are the balancing figures between audited annual figures of the full financial year and the published year-to-date figures up to the third quarter of the respective financial years.

10 **Dividend:**

The Board of Directors has recommended a final dividend of Re. 0.75 (15%) per share on 17,19,99,229 equity shares of Rs. 5/- each for the financial year 2022-23, subject to approval of Members at the Annual General Meeting.

11 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai
Date: May 25, 2023



For Manali Petrochemicals Limited

R Chandrasekar
Whole-Time Director and
Chief Financial Officer
DIN 06374821



Manali Petrochemicals Limited

SPIC House, 88, Mount Road, Guindy, Chennai - 600 032
Telefax : 044 - 2235 1098 Website : www.manalipetro.com
CIN : L24294TN1986PLC013087

DECLARATION

Pursuant to second proviso to Regulation 33(3)(d) of the SEBI Listing Regulations, 2015, we hereby declare and confirm that M/s. Brahmayya & Co, Chartered Accountants have issued an unmodified audit report on the Standalone and Consolidated Financial Results for the financial year ended 31st March 2023.

Kindly take this communication on record.

For Manali Petrochemicals Limited

R Chandrasekar
WTD & CFO

Place: Chennai
Date: 25.05.2023



Factories :
Plant - 1 : Ponneri High Road, Manali, Chennai - 600 068
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